

**Daybreak Oil and Gas, Inc. Announces Coverage Initiated by Two Triangle Research
with a Speculative Buy Rating Price Target of \$1.00**

SPOKANE, Washington,, October 29, 2009 -- Daybreak Oil and Gas, Inc., (OTCBB:DBRM) (“Daybreak” or the “Company”) a Washington Corporation, announced today that Mr. Rob Goldman of Two Triangle Research has initiated coverage on Daybreak with a Speculative Buy Rating.

In the report, Mr. Goldman gives a thorough explanation of Daybreak’s qualities and competitive advantages and also outlines his reasoning for giving the Company an immediate term price of \$.25 as well as a long term price target of \$1.00 over the next year.

To view Mr. Goldman’s report, please see www.twotriangle.com and click on research reports.

James F. Westmoreland, President and Chief Executive Officer, stated, “We are very pleased with the in-depth analysis and research quality Mr. Goldman gave the Company. The report gives our investors a good understanding of the Company, and provides reasoning for the price targets. Mr. Goldman believes, as we do, that there is tremendous opportunity for creating long-term value for our shareholders.”

Daybreak Oil and Gas, Inc. is an independent oil and gas company engaged in the exploration, development and production of oil and gas, with participating interests in projects located in California and Alabama.

For more information about Daybreak Oil and Gas Inc., please visit its website at www.daybreakoilandgas.com.

Contact:

Ed Capko Telephone: 815-942-2581
Investor Relations Email: edc@daybreakoilandgas.com

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